



**ASX Announcement
23 November 2007**

Oralla North-1 Coal Seam Gas well drilling operations commence

The directors of Bow Energy Limited (Bow) are pleased to announce that drilling operations for the second exploration well of the Don Juan CSG (Coal Seam Gas) Joint Venture (Bow 45% and operator), Oralla North-1, have commenced.

Orallo North-1 is located approximately 19 kilometres south west of Taringa South-1, which flowed gas at 370,000 cfd, and 25 kilometres west of Sunshine Gas Lacerta CSG gas field. With a prognosed total depth of 420 metres, the well has been designed to determine coal thickness, estimate gas contents and assess dewatering capability of the coals in the Orallo North area. The well is not expected to flow free gas.

The Taringa South-1 gas recovered from the flow consisted of 96.92% methane with the 2.96% nitrogen and only 0.12% carbon dioxide (trace) indicating it is a gas pipeline quality product.

The Joint Venture will complete the initial exploration wells as pilot production holes in order to carry out flow and production testing. Assuming positive results of the initial pilot wells, a process of reserve certification should commence early in 2008.

The participants in the Don Juan CSG Joint Venture are:

Bow Energy Ltd	45% (Operator)
Victoria Petroleum NL	45%
Roma CBM Pty Ltd	10%

For and on behalf of the Board
Duncan Cornish
Company Secretary

For further information:

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The technical information contained herein is based on information compiled by the Company's Managing Director, Ron Prefontaine, who has more than 28 years experience in petroleum exploration

ASX Code: BOW

